

CORRECTED FISCAL NOTE

HB 205 - SB 590

March 6, 2007

SUMMARY OF BILL: Increases maximum period of paid leave of absence in a calendar year for all employees of the state, or of any county, municipality, school district or other political subdivision serving as reservists from 15 to 20 working days.

ESTIMATED FISCAL IMPACT:

On February 23, 2007, we issued a fiscal note on this bill indicating an *increase in state expenditures of \$182,000/General Fund; \$14,000/Highway Fund; an increase in local government expenditures of \$164,000; and other fiscal impact – increase federal and other funds - \$ 56,000.*

Based on additional information from the Department of Finance and Administration, the fiscal impact is estimated to be:

Increase State Expenditures - \$123,800 (Although funds were not included in the Governor's FY07-FY08 Budget for this bill, funds were included for an identical bill, HB 2243 – SB 2187 under miscellaneous appropriations.)

Increase Local Govt. Expenditures* - \$ 164,000

Other Fiscal Impact – Increase Federal and Other Funds - \$ 64,500

Assumptions:

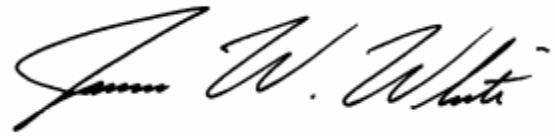
- Approximately 210 state employees would receive this additional pay.
- 210 state employees at average pay per day of \$126.58.
- Approximately 225 local employees would receive this additional pay at \$120 per day.
- 21.27% benefits rate for each employee.
- Cost for affected higher education employees will be approximately \$27,100.

- Any one-time costs to change electronic software and state records to document this type of leave are estimated to be not significant.

**Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director